

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

December 14, 2006

Jim C. Butt, Owner Butt Mining Company HC63 BOX 120 Monticello, Utah 84535

Subject: Deficient Small Mine Transfer Notice, Required Map, Reclamation Surety

(transferee) and Reclamation Contract (transferee), Butt Mining Company,

Sage Mine, M0370058, San Juan County, Utah

Dear Mr. Butt:

On December 8, 2006, the Division received a Transfer of Notice of Intention, Small Mining Operations for the Sage Mine from Butt Mining Company to Plateau Resources Limited, Inc.

In order to proceed with the transfer and obtain Division approval the following is required:

- A map must be submitted with the Transfer of Notice of Intention Small Mining Operations (Transfer Notice). In order for the Division to determine the required reclamation surety amount, a map is required. It must include:
 - 1. A label identified as Appendix A;
 - 2. A legend that includes: operator name, site name, acres, date, legal description, north arrow, permit number, scale;
 - 3. The Map must show and label existing disturbance and structures, identified in acres and labeled;
 - 4. The Map is required to be at a scale 1 inch = 200 feet
- The reclamation surety amount as determined by the Division and must be submitted by the Transferee. The form and amount of surety must be effective before the date of the transfer;
- A reclamation contract for small mining operations must be completed and submitted by the Transferee to the Division in its original form

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Please contact Mr. Paul Baker at (801) 538-5261, Beth Ericksen (801) 538-5318 or myself at (801) 538-5258 for questions and/or assistance as necessary.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Haddock

SMW:BE:be

cc

Plateau Resources Limited, Inc., Fredrick Craft, VP Engineering, 877 N. 8th W. Riverton, WY 82501 BLM, Opie Abeyta (opie_abeyta@blm.gov)

Beth Ericksen, DOGM Paul Baker, DOGM

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